

IN THE UNITED STATES DISTRICT COURT FOR THE  
DISTRICT OF MINNESOTA

United States,	)	
	)	
Plaintiff,	)	
	)	
v.	)	
	)	
Michael Patron, Jule Patron, the Minnesota	)	Civil No. 07-1187 MJD/RLE
Department of Revenue, the Minnesota	)	
Department of Economic Security, A.R Audit	)	
Services, Inc., Collection Specialists	)	
International, Inc., and Otter Tail	)	
County,	)	
	)	
Defendants.	)	

**Order of Sale**

For good cause shown, the United States' motion for summary judgment is granted. Under 28 U.S.C. §§ 2001 and 2002, the Court enters this Order of Sale directing the sale of certain real property, described below, owned by Michael Patron in Otter Tail County, Minnesota.

IT IS ORDERED that the Internal Revenue Service (hereinafter referred to as "IRS" and including its authorized agents or officers) is authorized and directed, under 28 U.S.C. §§ 2001 and 2002, to proceed forthwith, without further order or process, to offer for sale at public auction, to advertise and sell, without appraisal and subject to any unpaid real property taxes or special assessments, to the highest bidder, according to law and pursuant to the terms and conditions set forth herein, the real property located at 650 W. Centennial 84 Drive, New York Mills, Minnesota, titled in the name of Michael

Patron, with the following legal description:

The West Half of the Northwest Quarter of the Northwest Quarter (W  $\frac{1}{2}$  of NW  $\frac{1}{4}$  of NE  $\frac{1}{4}$ ) of Section 7, Township 135, Range 37, EXCEPT (I) that part of the said West Half of the Northwest Quarter of the Northeast Quarter (W  $\frac{1}{2}$  of NW  $\frac{1}{4}$  or NE  $\frac{1}{4}$ ), described as follows: Beginning at a right of way boundary corner designated 815 on State Highway Right of Way Plat No. 56-16, according to the recorded plat thereof; thence North 89 degrees 26' 36" West on an assumed bearing along the south line of said plat, a distance of 55.34 feet; thence South 0 degrees 43' 24" West a distance of 965.00 feet; thence South 89 degrees 16' 36" East a distance of 175 feet to the west line of the township road; thence North 0 degrees 43' 24" East along said west line, a distance of 865.51 feet to a right of way boundary corner designated on said plat as 814; thence North 49 degrees 29' 19" West a distance of 155.72 feet to the point of the beginning; and (ii) that part of said West Half of the Northwest Quarter of the Northeast Corner (W  $\frac{1}{2}$  of NW  $\frac{1}{4}$  of NE  $\frac{1}{4}$ ), described as follows: Commencing at a right of way boundary corner designated 815 on State Highway Right of Way Plat No. 56-16, according to the recorded plat thereof; thence North 89 degrees 26' 36" West on an assumed bearing along the south line of said plat, a distance of 55.34 feet to the point of beginning of the land to be described; thence South 0 degrees 43' 24" West a distance of 242.50 feet; thence North 89 degrees 26' 36" West a distance of 450.00 feet; thence North 0 degrees 43' 24" East a distance of 242.50 feet to said south line of State Highway Right of Way Plat No. 56-16; then South 89 degrees 26' 36" East along said south line, a distance of 450.00 feet to the point of beginning;

The North Half of the Northwest Quarter (N  $\frac{1}{2}$  of NW  $\frac{1}{4}$ ); the Southeast Quarter of the Northwest Quarter (SE  $\frac{1}{4}$  of NW  $\frac{1}{4}$ ); and the east 20 acres of the Southwest Quarter of the Northwest Quarter (SW  $\frac{1}{4}$  of NW  $\frac{1}{4}$ ); all in Section 7, Township 135, Range 37; but excluding from the above described land all that part thereof included in (I) the railroad right of way of Burlington Northern, Inc., (ii), the right of ways of the township road, county highway and state trunk highway abutting thereon.

IT IS FURTHER ORDERED that this Order shall act as a Special Writ of Judicial Sale, and no further order or process from the Court shall be required.

IT IS FURTHER ORDERED that this sale of real property is ordered pursuant to

28 U.S.C. § 2001, and is made without right of redemption.

IT IS FURTHER ORDERED that the Property described above shall be sold pursuant to the terms and conditions set forth in this Order and as follows:

1. The IRS is authorized and directed under 28 U.S.C. § 2001, 2002 and 2004 to offer for public sale and to sell the Property subject to approval of the Court.
2. The IRS is authorized to have free access to the Property until the deed to the Property is delivered to the ultimate purchaser.
3. The terms and conditions of the sale are as follows:
  - a. the sale of the Property shall be free and clear of the interests of Michael and Jule Patron;
  - b. the sale shall be subject to building lines, if established, all laws, ordinances, and governmental regulations (including building and zoning ordinances) affecting the Property, and easements and restrictions of record, if any;
  - c. the sale shall be held either at the federal courthouse of the judicial district in which the Property is located, at the office of the IRS or on the Property's premises;
  - d. the date and time for sale are to be announced by the IRS. The IRS is permitted to enter the premises and prospective buyers shall be allowed to inspect the interior and exterior of the Property at such time as the IRS shall determine is reasonable and convenient;

e. notice of the sale shall be published once a week for at least four consecutive weeks before the sale in at least one newspaper regularly issued and of general circulation in Otter Tail County, and at the discretion of the IRS, by any means deemed appropriate. The notice shall contain a description of the Property and shall contain the terms and conditions of sale in this order of sale;

f. the minimum bid shall be set by the IRS. If the minimum bid is not met or exceeded, the IRS may, without further permission of this Court, and under the terms and conditions in this order of sale, hold a new public sale, if necessary;

g. the successful bidder(s) shall be required to deposit with the IRS \$10,000 by certified or cashier's check or cash payable to the United States District Court for the District of Minnesota, immediately upon the Property being struck off and awarded to the highest bidder. Before being permitted to bid at the sale, bidders shall display to the IRS proof that they are able to comply with this requirement. No bids will be received from any person(s) who have not presented proof that, if they are the successful bidder(s), they can make the payment required by this order of sale;

h. the balance of the sale price shall be tendered to the IRS by certified funds, payable as indicated above, no later than thirty (30) days after the sale is confirmed by the Court;

i. if the bidder fails to pay the sales price in full, the Property shall be again offered for sale by the IRS without further permission of this Court, under the terms and conditions of this order of sale. The United States may bid as a credit against its judgment without tender of cash; and

j. the sale of the Property shall be subject to the confirmation by this Court. On confirmation of the sale, all interests in, liens against, or claims to the property that are held or asserted by all parties to this action are discharged and extinguished.

k. the sale is ordered pursuant to 28 U.S.C. § 2001, and is made without right of redemption.

4. Until the property is sold, Michael and Jule Patron shall take all reasonable steps necessary to preserve the Property (including all buildings, improvements, fixtures and appurtenances on the Property) in its current condition including, without limitation, maintaining a fire and casualty insurance policy on the property. Michael and Jule Patron shall neither commit waste against the Property nor cause or permit anyone else to do so. Michael and Jule Patron shall neither do anything that tends to reduce the value or marketability of the Property nor cause or permit anyone else to do so. Michael and Jule Patron shall not record any instruments, publish any notice, or take any other action (such as running newspaper advertisements or posting signs) that may directly or indirectly tend to affect adversely the value of the Property or that may tend to deter or discourage potential bidders from participating in the public auction, nor shall they permit or cause

anyone else to do so.

5. All persons occupying the Property shall leave and vacate the Property permanently within 120 days from the date of this Order, each taking with them his or her personal property (but leaving all improvements, buildings, fixtures, and appurtenances to the Property). If any person fails or refuses to leave and vacate the Property by the time specified in this Order, the IRS will coordinate with the United States Marshal for the District of Minnesota and his deputies to take all actions that are reasonably necessary to eject these persons. If any person fails or refuses to remove his or her personal property from the Property by the time specified herein, the personal property remaining on the Property thereafter is deemed forfeited and abandoned, and the IRS will coordinate with the United States Marshal and his deputies to remove it and to dispose of it in any manner they see fit, including sale, in which case the proceeds of the sale are to be applied first to the expenses of sale and the balance to be paid into the Court for further distribution.

The proceeds arising from sale are to be paid to the Clerk of this Court and applied as far as they shall be sufficient to the following items, in the following manner:

1. To Otter Tail County for any unpaid real property taxes;
2. To the IRS for the administrative costs of the sale of the Property;
3. To the United States Department of Justice to be applied to Michael Patron's federal tax liability;
4. To the United States Department of Justice to be applied to Michael and Jule Patron's joint federal tax liability; and

5. Any remaining sale proceeds to Michael Patron.

IT IS SO ORDERED.

Dated this 28<sup>th</sup> day of March, 2008.

s / Michael J. Davis

The Hon. Michael J. Davis

UNITED STATES DISTRICT JUDGE